

Beaver County School District

**Our Business:
Preparing
Responsible Citizens**

In Every Decision We Make We Should Ask...

Is It What's Best For Kids?

.....

Proposed Original Budget

In connection with

Proposed Truth-in-Taxation

Fiscal Year July 1, 2006 – June 30, 2007

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executive SUMMARY

The proposed Beaver County School District original budget for fiscal year 2007 is enclosed herein. Included in this budget is the final legal budget for fiscal year 2006. All funds, for which the Board of Education has legal responsibility to adopt budgets are included.

As is common knowledge through our community, the District has experienced many financial challenges. Between 1998 and 2005, the District expended approximately \$900,000 more than its revenues. This deterioration in the District's financial condition has impacted our communities, students, and employees in many ways. This reality has also left the District with minimal reserves to operate with.

This proposed budget encompasses many actions taken by the District to begin re-building the financial stability of the District. *It cannot be overemphasized the District's financial deterioration occurred through many years; and as a result, it may take the District a few years to rebuild and stabilize the District's financial condition to an acceptable level. The primary goal of these changes is to work towards long-term financial stability, credibility, sustainability, and most importantly, provide for the highest priority needs of students.*

Notwithstanding, the District has taken significant steps to begin the rebuilding process. Many of these actions have been explained in this report. The District intends to continue improving this report structure in future budget revisions and adoptions and will work towards improving the quality and quantity of information provided in future budget proposal reports.

The paramount objective of this report is to fulfill the accountability obligations the District has to its patrons and students. This budget document is comprised of three main sections:

- **Executive Summary:** This section provides a general overview of the budget process, basis of accounting and budgeting, budget practices, laws, rules, regulations, as well as explanations of significant changes and challenges facing the District. The District encourages readers of this report to carefully read through this entire section when considering the information provided in the other sections of the report.
- **Financial Section:** This section provides the actual detailed proposed budget for fiscal year 2007.
- **Information Section:** This section provides statistical, trend, comparative and other information relevant to budget considerations.

The District encourages readers of this report to carefully read through this entire executive summary when considering the information provided in the other sections of the report.

Budget Basis Annual budgets are established for all governmental funds as required by Utah law. This budget provides estimated projections for the coming fiscal year based upon the District's fiscal and legal requirements to be accountable to the Board of Education and the public patrons which the District serves. Budgets are presented on a modified-accrual basis of accounting for governmental fund types. These budgets are adopted on a basis of accounting consistent with generally accepted principles (GAAP).

***Budget
Practices***

It is the practice of the District to require the directors who oversee programs to monitor their budgets to keep them in a positive balance. Each director will be provided with a monthly budget report to facilitate this task. In addition to this, the Business Department will monitor all programs and internal accounts for the District to make sure that expenditures do not exceed appropriations. These practices have not been effectively practiced in the past; however, the District intends to institute these practices through the next year to strengthen its budgetary controls and internal operations.

***Budget
Control &
Amendments***

The District adopts an annual budget for all revenues and expenditures for which the Board of Education is legally required to oversee. The adopted budget serves as the financial operating and capital plan through the fiscal year. Revisions may be implemented during the year, and revisions are approved and authorized by the Board of Education through public hearing. The Board, upon recommendation of its Superintendent, can approve reductions in appropriations. An increase in appropriations requires legal notice published in a newspaper of the date, time, and place of a public hearing on the budget and proposed changes. After receiving public comment, the Board can then take action on the amendments.

During June of each year, the District Superintendent submits to the Board a proposed operating budget for the next fiscal year commencing July 1st. This budget includes proposed expenditures and the means of financing them. Included also is a final budget for the current year ending June 30th. If the District does not exceed the certified tax rate, a public hearing is held prior to June 22nd at which the budget is legally adopted by resolution of the Board of Education after receiving taxpayer input. If the District exceeds the certified tax rate, the budget is adopted in August, through a public hearing and a Truth-in-Taxation process, after data is available to determine the appropriate property tax rates.

The level at which expenditures may not exceed appropriations has been interpreted by the State Superintendent of Public Instruction to be the total revenue budget for a given fund.

***Fund
Accounting***

The District's financial reporting structure is organized and grouped in governmental funds as defined by the Governmental Accounting Standards Board (GASB). Each fund is considered a separate accounting entity and each has a separate self-balancing set of accounts. The various funds for which the Board adopts budgets are all considered governmental funds, and as a result, the Board is legally required to oversee budgets and public monies accounted for in these funds.

General Fund. This is the operating fund of the District and accounts for all revenue and expenditures except those legally required or those required for sound financial management to be accounted for in another fund.

Special Revenue Funds. Special revenue funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes. The District budgets and accounts for the following special revenue funds:

- ***Non K-12 Instruction:*** Adult Education, Special Education Preschool, and utility and custodial costs to operate recreation facilities funded by the recreation property tax levy

- **Food Services:** Breakfast, lunch, and other meals provided through school cafeterias
- **School Activities:** Fee collections and expenditures related to curricular, extra-curricular, and other student participation programs
- **Barton Scholarship Fund:** A large private donation was made to the District with the purpose of giving the Board responsibility and oversight of the funds as well as determining the recipient of the scholarship each year. Because the Board has fiscal responsibility for these funds, these funds are accounted for as a special revenue fund.

Capital Projects Fund. The Capital Projects Fund accounts for the costs incurred for acquiring and improving sites, construction and remodeling facilities, procuring equipment necessary for providing educational programs, as well as classroom supplies and textbooks. State law allows the Board to expend up to .0002 tax rate for building maintenance and 10% of the basic funds for instructional purposes.

Debt Service Fund. The Debt Service Fund accounts for the accumulation of resources and payment of the general obligation bonds' principal and interest.

**Budget
Process**

The budget is a planning tool, and the budget is a projection of the future based upon known information and estimations of unknown future events. Consequently, the District's practice is to conservatively project revenues and over project expenditures to provide a reasonable basis for understanding the future budget constraints facing the District.

The budget process is a never-ending cycle with the new year budget process overlapping the current year. The next year's budget process begins with an internal enrollment count of the current year in order to project next year's budget needs. State level funding is primarily based on the previous year's enrollment.

A survey is taken internally to determine capital and equipment needs. Once the surveys are compiled, the Superintendent and Business Administrator prioritize projects and present the projects to the Board for approval.

The District's Administration makes necessary adjustments and a completed budget is presented to the Board for any revisions and adoption. The budget undergoes necessary revisions as the fiscal year progresses, and as new information is obtained that was not previously known at the time the budget was adopted, a revised budget is presented to the Board for consideration and adoption. The final legal budget is usually presented at the same time the next year's original budget is adopted (usually in June), with the exception of changes which require a Truth-in-Taxation process in August.

**Utah
Minimum
School
Program**

Utah Code 53A-17A is known as the Minimum School Program Act. Under the Act, each district in the State is guaranteed a dollar amount (\$2,280 for FY2006, \$2,417 for FY2007) for educational programs per each weighted pupil unit (WPU) for kindergarten, elementary, and secondary school students. The Minimum School Program includes the following areas of funding:

- **Regular Basic Program:** Kindergarten, 1-12 grades, professional staff, and administrative costs.
- **Restricted Basic Program:** Special Education, Career Technology Education (vocational), and class size reduction (K-8)
- ***Related to Basic Program:** Pupil transportation to and from school, adult education, gifted and talented, at risk, accelerated learning programs, and other line item funding provided by the state legislature to fund specific programs in each district

*The Related to Basic Program funding is not based upon weighted pupil in connection with District enrollments; rather, this funding is based upon other factors such as staff size, staff qualifications, legislative mandates and restrictions, or other factors determined at the state level.

Part of the Basic program is collected through a local property tax rate called the *Basic Levy*. This local property tax levy rate is set by the state each year. This rate can have significant changes from year to year, and can have significant impact on the taxes paid by individual taxpayers from year to year. The rest of the Basic program funds are provided by the State.

Student Enrollment

The State's Minimum School Program funding for the District incorporates the previous year's enrollment. Initial analysis of the previous year's enrollment indicates the average daily membership for student enrollments was approximately 25 students greater than that of fiscal year 2005. This change occurred throughout the entire district in various schools. As a result, the District does not expect the State's Minimum School funding structure for the District to change dramatically for fiscal year 2007—other than the increase in the individual weighted pupil funding amount (\$2,280 for FY2006, \$2417 for FY2007).

Revenues

Budgeted revenues are presented in detail in the Financial Section of this report. However, major sources of revenue are summarized below:

Property Taxes. Property taxes are levied to provide for the operating funds of the District. Each year the District receives the certified tax rate from the County and adopts tax rates per Utah Code. The Basic Program rate is set by the State; the individual school districts in the State set all other rates in lieu of maximum levies limitations outlined in State law.

The budget proposed in this document calls for the District to exceed the certified tax rate, but this proposal does not call for taxpayers to be assessed a tax rate level greater than that experienced in the previous fiscal year (with the exception of the proposed judgment recovery levy). For the fiscal year 2006, the debt service levy was incorrectly set higher than was needed for general obligation bonds' principal and interest payments, and other individual levies were set lower than what was needed to fund specific programs. In the proposed fiscal year 2007 budget, the District is proposing the property tax rates be changed in order to fund general obligation bonds' principal and interest payments at the correct level, and at the same time, provide funding for specific program needs. This means the debt service levy will be decreased and other levies increased by

the same levels. The Utah certified tax rate process sets the certified property tax rates based upon the decrease in debt service levy BUT NO equivalent increase in the other levies. Consequently, the District is required by law to enter into a Truth-in-Taxation hearing to receive approval to increase other specific levies at a level equivalent to the decrease in the debt service levy.

Proposed Judgment Recovery Levy. The District is proposing as part of this budget, a one-time judgment recovery levy, as allowed in State law, to recover approximately \$50,000 in lost property tax revenue due to a fiscal year 2006 court decision related to a private entity's property tax obligation to the District. The District's fiscal year 2006 financial position was negatively impacted by the decision as the District was forced to pay approximately \$50,000 back to the private entity in fiscal year 2006.

More information is provided regarding the proposed tax rate increases in the Financial Section of this report.

Interest Income. The District earns interest on funds invested until they are needed to cover expenditures. The District invests its funds in the Utah State Treasury Fund, certificates of deposits, and overnight sweep accounts. The District complies with the Utah Money Management Act which is designed to protect the District from the risks associated with public fund investment practices.

State Support. The State of Utah will provide the District funding through the State Minimum School Program Funding. Part of this program provides funds through the Weighted Pupil Unit for line item programs. The Minimum School Program is funded through the collection of the State income tax from patrons in the State. The collections are then redistributed based upon the formulas used by the State to determine each district's WPUs, for each line item WPU based program within the Minimum School Program, multiplied by the amount per WPU amount. These programs are referred to as the Basic Program. The amount per WPU is determined by the State legislature in law. The primary determinant of the District's WPUs is its past year's enrollment.

Other non-weighted pupil unit programs are funded by the State income tax, are incorporated into the Minimum School Program, and are distributed to the District based upon factors determined by the State legislature and Utah State Board of Education; these non-weighted pupil unit programs are referred to as the Related to Basic Program.

Federal Support. The Federal Government provides support (both direct and through the State) for specific programs. The major areas of support include Special Education, School Lunch, Title I, and Career Technology Education. Many of these areas of funding are now incorporated in the "No Child Left Behind Legislation". All NCLB budgets are incorporated in this proposed budget.

Unrestricted vs. Restricted Revenues. Many revenue sources are "unrestricted" or "restricted" based upon the laws, rules, grant regulations, or other contractual arrangements the District is subject to. The District receives restricted revenues from some property tax levies, State Minimum School Program funding, and Federal revenue sources. Restricted funds cannot be used to support general expenditures but must be used for the purposes the funding is intended for.

Expenditures

Budgeted expenditures are presented in detail in the Financial Sections of this report. However, major classifications of expenditures are summarized below:

Salaries. Salaries constitute approximately 44% of the proposed total expenditures for the District. The salary line items in the budget reflect changes due to salary schedule step and lane increases, changes in negotiated agreements with employee groups, and staff reductions and reassignments throughout the District.

Benefits. Salaries and benefits make up the major expenditures of the District. Benefits constitute approximately 21% of the District's proposed total expenditures. Salaries and benefits combined constitute approximately 65% of the District's proposed total expenditures. Based upon job descriptions and hours worked, benefits earned by employees include 1) Utah State Retirement, 2) Social Security, 3) worker's compensation coverage, 4) health and accident insurance, and 5) long-term disability insurance, 6) life insurance.

The Utah Retirement Systems contribution rate for each qualifying employee will change from 13.88% (FY 2006) to 14.22% (FY 2007). This rate is partially, but not fully, funded through the State Minimum School Program.

The health insurance program for covered employees continues to be a large concern for the District given high medical inflation trends and mandated benefits. The District has agreed, through negotiations with employee groups, to establish an insurance committee to evaluate the overall costs and effectiveness of its health insurance policy and coverage.

Purchased Services. Purchased services include three types—professional, property, and other miscellaneous services. Professional services include such areas as architectural, nursing, legal, and audit services. Property services include such areas as water, sewer, garbage, repairs, and rental expenditures. Other services include mileage/travel reimbursements to employees, telephone services, and liability and property insurance.

Supplies and Materials. Several categories make up supplies and materials—instructional supplies, textbooks, library books, audiovisual materials, energy supplies (i.e. natural gas, motor fuel, and electricity), food (Food Services Fund), and custodial/maintenance supplies. Expenditures for instructional supplies are budgeted for in the District's Capital Projects Fund (under the 10% of basic program property tax levy) and the General Fund.

Property (Including Equipment). Several costs are classified as "property" in the proposed budget. These items include equipment, buses, major tools, computer and technology equipment, as well as land and building improvement costs.

Other (Including Debt Payments). Principal and interest for general obligation bond payments make up the greatest share of the "other" expenditure classification. Other miscellaneous expenditures are classified as "other" as they do not meet the usual nature of the expenditure classifications identified above. These "other" miscellaneous expenditures include fees for conferences, fees for banking services, and other miscellaneous expenditures.

Debt Service

The District currently assesses a debt service levy to fund and pay for voter approved general obligation bonds' principal and interest each year. As previously discussed, the debt service levy rate was incorrectly set in fiscal year 2006, and this proposed budget is intended to set a debt service levy which adequately funds general obligation debt expenditures for the coming year. The District's general obligation debt requirements for fiscal year 2007 is approximately \$133,000 less than the previous year. The debt service levy rate was reduced to reflect this \$133,000 change, but this reduction in the debt service levy only makes up part of the entire reduction in the debt service levy. This levy was reduced in total by approximately \$310,000 for the next year. Of this amount, approximately \$175,000 in the rate structure was shifted to the transportation, ten percent of basic, and recreation tax levies. The remaining \$133,000 reduction has no offsetting increase in other tax levies in the coming year.

Additionally, the District will be required to pay (principal and interest) approximately \$38,000 related to an annual lease-to-own agreement for property. This amount will be funded by the Capital Projects Fund.

Capital Projects

Funding for the Capital Projects Fund is provided through two individual property tax levies known as the Capital Outlay levy and the Ten Percent of Basic levy. The Capital Outlay levy and the Ten Percent of Basic levies combine to support building improvements, computer and technology equipment, new busses, instructional supplies, textbooks, and other maintenance costs.

This budget proposes the Ten Percent of Basic program be increased with an offsetting decrease in the debt service levy.

Summary of Significant Changes & Challenges

Truth-in-Taxation: Property Tax Rate Changes. In conjunction with the budget adoption hearing, the Board of Education will be conducting a Truth-in-Taxation hearing to change certified tax rates which the District assesses to taxpayers. Several individual levies are assessed each year which are components of the overall tax rate discussed in the NOTICE OF PROPOSED TAX INCREASE. More information regarding the Truth-in-Taxation process is included in the Financial Section of this report.

As presented in several public meetings over the past year, some individual levies were incorrectly set too low, while at the same time, the District's debt service levy was set higher than what was needed to pay for general obligation debt requirements. This practice has been in place for several years at varying levels and has contributed to significant noncompliance and budget challenges. If this practice were to continue, excessive funds legally restricted for debt service would continue to accumulate while under funded program costs would continue to exceed program revenues. These under funded programs include transportation for activities (athletics, field trips, student groups), operation and maintenance of recreation facilities (gymnasiums, playgrounds, ball fields), textbooks, class supplies, computer and other equipment, and facility improvements.

One option is to reduce the debt service levy to the level actually needed to meet general obligation debt needs for fiscal year 2007, WITHOUT redirecting the excess debt service levy tax revenues to under funded programs. The NOTICE OF PROPOSED TAX INCREASE indicates the overall tax rate would be .007542 if this option was implemented by the District. This option unfortunately does not provide a remedy to address the above mentioned under funded programs.

As a result, the District intends to redirect the excess debt service levy revenues to the under funded programs mentioned above. The overall proposed tax rate conveys this intent. The overall proposed tax rate (0.007982) is equivalent to the rate that would be in place (including the proposed judgment recovery levy) if the District were to continue forward with an unneeded excessively high debt service levy as experienced in fiscal year 2006.

The District's proposal is to restructure its property tax framework to meet program needs without increasing the tax burden (last year compared to this year) on local taxpayers (excluding the proposed judgment recovery levy). The Truth-in-Taxation hearing is in place to ensure this change occurs through a full public disclosure process. The NOTICE OF PROPOSED TAX INCREASE is intended to convey to taxpayers the District is reducing its debt service levy to the level needed to fund general obligation debt requirements AND increase other levies, at a comparably equal level, to fund transportation for activities (athletics, field trips, student groups), operation and maintenance of recreation facilities (gymnasiums, playgrounds, ball fields), textbooks, class supplies, computer and other equipment, and facility improvements.

The District is also asking the Board of Education to adopt a one-time judgment recovery levy to recover approximately \$49,000 in lost fiscal year 2006 property tax revenue due to a court judgment with a private entity.

More information regarding the proposed property tax changes is included in the Financial Section of this report.

Projected Changes in Revenues. Based upon the information provided to the District by the Utah State Office of Education, the District projects it will receive approximately 400,000 in new revenues from the State for fiscal year 2007 as compared to fiscal year 2006. This increase in funding is based upon the increase in the per weighted pupil unit amount determined by the Utah State Legislature (\$2,280 for FY2006, \$2,417 for FY2007).

Although the District is changing its property tax revenue structure, the changes in tax rates will not produce new revenues. Rather, the changes in the property tax revenue structure will properly align revenues from individual property tax with the appropriate on-going program costs that already exist.

The District's local revenues are expected to be reduced overall, but this decrease is primarily due to a reduction in the basic levy set by the State through the Minimum School Program as well as the amount needed to fund the coming year's general obligation debt requirements. As previously discussed, part of the Minimum School program is collected through a local property tax rate called the *Basic Levy*.

Excluding the basic property tax levy set by the State, the District is projecting normal increases in property tax revenues during the next year due to new growth in the County tax base. However, the District has determined it is essential for the District to retain as much of these increased funds as possible in its reserves for emergency purposes. As such, the district has not included projected growth in the proposed budget. *The District's reserves were depleted by approximately \$900,000 between fiscal years 1998 through 2005, and the District has determined it must increase its reserves in order to*

strengthen the long-term financial stability of the District.

Agreements with Employee Groups. The District expresses its appreciation to the Beaver Education Association, the Beaver Classified Employee Association, and the administration for its willingness to negotiate changes in compensation for employees. These changes will insulate the District in future years from recessionary influences and help sustain the internal staffing structure of the district. Because state funding is the primary funding source for annual increased revenues, increases in State funding is directly linked to the District's ability to fund inflationary costs for health insurance benefits. The comparison of these two trends is presented in the Information Section of this report. The following changes are incorporated in the proposed fiscal year 2007 budget. It should be noted that salary increases are offset by reductions in benefits and increases in State funding for the coming year. A comparison between other districts of negotiated settlement agreements is provided in the Information Section of this report.

- Certified Teachers:
 - 3.29% salary schedule increase, salary step and lane increases will be funded based upon teacher experience and education, overall total certified teacher workforce increase of 5.1%
 - 3% reduction in health insurance premium and coverage
- Classified & Administration Employees:
 - 7.1% wage schedule increase, step increases will be funded based upon experience
 - 20% reduction in health insurance premium and coverage
- Board of Education:
 - 20% reduction in health insurance premium with no offsetting increase in salary

Equitable Funding and Service Delivery. A primary concern of the District surrounds the equitable funding for and actual service delivery to students throughout the District. Many of the changes which are summarized in this report are beginning efforts to bring equity in service delivery among the District's schools. Concerns regarding staff allocations on a per student basis, funding for instructional supplies and equipment on a per student basis, as well as operational costs on a per student basis are of paramount concern to the District. The District is working to build a budgeting process to address these issues and expects to have the foundation for this budgeting framework in place by Spring 2007.

Unrestricted vs. Restricted Programs. The District continues to address its concern regarding the long-term stability of its unrestricted regular education programs. These programs are funded through unrestricted State K-12 funding as well as the Basic property tax levy. To ensure stability for the future, the District has taken the following actions to move towards a financially stable and sustainable long-term cost structure for its on-going regular education K-12 programs:

- The District has eliminated a full-time teaching position at Beaver High School. The financial benefits from this change, however, will not begin to be realized

until fiscal year 2008.

- The District has reduced a full-time teaching position at Minersville Elementary School to a half-time teaching position.
- The District has temporarily eliminated an administration position for one year. This temporary reduction will help the District to work towards a breakeven situation in fiscal year 2007. The District expects to reinstate this position in fiscal year 2008 when other changes will go into effect to offset the costs of reinstating this position.
- The District has eliminated a position previously guaranteed to a returning teacher who has given the District notice of his desire not to return to the District. Had this position been put into place, it would have negatively impacted the District's financial position by approximately \$50,000.
- The District will add a full-time teacher to Belknap Elementary School to address the large class sizes in this school. The District expects its future WPU increases due to the enrollment increases in this school to finance this position.
- **Full-Cost Approach – Restricted Programs.** In the past, many restricted programs were not being charged their full costs—i.e. salaries, benefits, indirect costs, etc. The District is instituting in its fiscal year 2007 budgeting and accounting procedures a full-cost approach to ensure restricted programs carry their full costs. This will help to ensure that both unrestricted regular education programs and restricted programs are adequately accounted for and budgeted for in the future.

Capital Projects. The District continues to restructure its capital projects budgeting process by gathering information for potential high priority projects, projected costs, and prioritizing these projects and costs based upon funding sources. A list of projected project costs is included in the Financial Section with the proposed Capital Projects Fund budget. The District, however, continues to search for solutions regarding the following unfunded capital asset needs:

- **Belknap Elementary School:** The District is working towards the goal of facilitating a public bond vote to occur in November 2007 to approve the construction of a new Belknap Elementary School. The bond would also include small facility needs in relation to the Milford and Minersville schools. The age of the Belknap building continues to present inefficient cost challenges for the District. If the vote occurs and the bond is approved, the plan calls for construction to begin in Spring 2008, and the building would open for student and public access in August 2009. *Although the District is pursuing this possibility, the public should be specifically aware this effort may not be possible due to some compliance issues the District is currently facing in relation to previous District financial practices.*
- **Technology Equipment, Software, and Networking Needs:** The District currently believes its technology equipment needs for classroom instruction, teacher, and support service personnel is under funded. The District has no on-

going funding source designated for routine equipment, software, and computer network rotation and replacement. Although a small amount has been built into the Capital Projects Fund for technology, this amount is significantly less than what is needed for on-going long-term costs. The District will continue to study this issue and develop a projected long-term cost needs analysis.

Reduction in Title I Funding. The District has received information it will receive \$10,000 less in Title I funding as compared to fiscal year 2006. The District intends to adjust its costs through reducing services provide by teacher's aids and other ancillary costs. As more information is received, the District will incorporate the changes in its next revised budget.

Utilities Costs. The District has experienced significant increases in utility costs over the last few years. A summary of utility cost trends has been included in the Information Section of this report. The District has arranged for a facilities specialist from Weber School District to review the District's utility cost structure and provide the District with recommendations to defer future increases in utility costs. The District will report back to the Board the findings of the study.

Head Custodians. In relation to the experienced increased costs in utilities as well as costs associated with facility supplies and equipment, the District is studying the possibility of putting into place two head custodial positions. A head custodian will be assigned to Beaver High School and Belknap Elementary and be responsible for:

- managing utility needs in buildings,
- ensuring custodial staff members are properly scheduled,
- ensuring building and custodial needs are met,
- managing and ordering custodial supplies for each building, and
- ensure equipment and facilities are properly secured and managed.

A head custodian would also be assigned to Milford and be responsible for the same assignments in relation to Miford Elementary School and Milford High School. Head custodians will be created from current internal staff only and will be paid an additional nominal amount in relation to their current compensation. These positions will be advertised internally and interviewed for. The District believes the minimal increase in staffing costs will be equal to or greater than the benefits received from cost containment of utilities and other costs. This proposal is NOT part of this budget proposal, but the District will continue to study this possibility and report back to the Board in the future.

Transportation. The District operates two separate transportation programs:

- ***Pupil Transportation to and from School:*** This program is funded through the State Minimum School Program and provides funding for fuel, staffing costs, bus depreciation, and other costs related to regular transportation of all students who qualify for transportation to and from school each day.
- ***Activity Transportation:*** This program is funded through a local property tax levy specifically restricted for funding transportation costs related to field trips, extracurricular activities, and other non-related to and from school transportation costs.

The District, as part of this budget proposal, is instituting internal practices to budget and account for program's costs separately for accounting and budgeting purposes. Each school, for the first time, will be given a transportation budget to plan and organize their activity transportation with. The purpose of school-level transportation budgets is to control costs associated with scheduling and transportation for activities.

As part of the Truth-in-Taxation process, part of the debt service levy reduction was shifted to the transportation property tax levy to fund activity transportation costs. The District is concerned with the increased costs of fuel and maintenance for vehicles. However, the District will continue to study the impact of these costs and work towards cost containment.

Food Services - Change in Fees Charged to Students and Adults. The District's food service program revenue structure is currently unable to fund the costs of food service program utilities, indirect costs, staff training, and equipment replacement costs. As such, regular education (General Fund) and capital projects (Capital Projects Fund) program revenues are currently bearing these costs. It is the District's intent to develop a self-sustaining Food Service program, so regular education and capital projects programs not be required to subsidize the Food Service program. This effort will likely take a few years to evolve the program into a self-sustaining program, but this proposal is the first step towards this goal. In researching the fees charged to students, *the District has received information the food service fees charged by Beaver County School District cafeterias are significantly less than those charged in surrounding Districts.* A summary of these fees as compared to other Districts is provided in the Information Section of this Report. The District is proposing the Board adopt following food service fees for fiscal year 2007:

	Current Price Per meal	Proposed Increase	Fiscal Year 2007 Proposed Price Per Meal	*Region Average
Elementary Breakfast	\$ 0.90	0.05	\$ 0.95	\$ 0.98
Elementary Lunch	\$ 1.20	0.15	\$ 1.35	\$ 1.47
High School Breakfast	\$ 0.90	0.10	\$ 1.00	\$ 1.04
High School Lunch	\$ 1.50	0.25	\$ 1.75	\$ 1.91
Adult Breakfast	\$ 2.35	0	\$ 2.35	\$ 1.52
Adult Lunch	\$ 2.35	0.35	\$ 2.70	\$ 2.84

*A summary of these fees as compared to other Districts in the region is provided in the Information Section of this Report.

High Schools – Change in Student Fees. In the July 2006 Board meeting, each school administration from Milford and Beaver High School presented a proposal to the Board for changes in school fee schedules. Of the primary concerns conveyed, funding to support athletics and extra-curricular activities were of primary concern. The school representatives indicated that many programs are inadequately funded to support current

activity levels. Additionally, equity in fees charged between the two high schools was also discussed. The information provided at this meeting indicated the fees charged in the previous year were significantly less than those charged by other schools in other Districts. The high school administrations are preparing a proposal which includes changes in fees charged by the schools for participation in student activities. This proposal is separate from this budget proposal, and patrons should contact their schools with questions regarding student fees.

Fee Waivers – Student Fees. In 2006, the State Legislature and Utah State Office of Education changed the fee waiver requirements, limitations, documentation requirements, and eligibility criteria. Given the many financial constraints the District was facing at the beginning of the 2005-06 school year, schools in the District were unable to effectively implement the new laws and rules. To ensure the District is compliant with the new rules, the District has distributed new instructions to schools regarding fee waivers. Specifically, the new rules require parents to support the income information they provide in fee waiver applications with tax or other income verification reports. Parents should contact their school for details. A summary of the new fee waiver requirements and rules is included in the Information Section of this report.

Staff Overtime Costs. The District's internal controls regarding overtime worked by employees has been strengthened to require prior approval and complete documentation of hours worked. The proposed budget includes cost containment measures put into place to contain overtime staffing costs in fiscal year 2007.

Tax Anticipation Note. Given the property tax system and collections structure in Utah, it is common for school districts to experience a cash shortfall during the Fall months until the property taxes are collected in December. This budget proposal includes approximately \$15,000 in fees and interest to be repaid as part of a tax anticipation short-term note. These fees and interest will be paid for from the Capital Projects Fund.

***Closing
Remarks***

As the proposed budget indicates, several changes have been put into place to begin the rebuilding process for our District. The District's intent is not to provide quick fix solutions for long-term challenges. *The plain reality is the deterioration of the District's financial condition occurred over a prolonged period of time. As such, the time needed to repair and rebuild the financial condition of the District will likely require a few years.*

The District is grateful to its employees and patrons for their support. Many internal processes, services, and cost containment measures have and will need to be put into place in future years to continue the rebuilding process. The District intends to implement these future changes with full-disclosure to the public, through careful thought and planning, and with input from those who provide quality services to students and patrons.

Acknowledgments

Beaver County School District expresses appreciation to the Board of Education for the time and effort each member gives to represent their community and students. Their interest and support in the oversight of the financial affairs of the District is critical to the success of District operations and financial stability.

The preparation of this report was accomplished by the efficient and dedicated efforts of the entire District staff and District-wide administration. The District expresses appreciation to the Business staff members who contributed to the preparation of the report.

Most importantly, we express appreciation to all of the employees and departments who assist in the timely processing of financial transactions, maintenance of financial records, adherence to internal policies and procedures, and responsible fiscal management of public funds. Their diligence and dedication is critical to the proper management of the District's financial assets and the overall delivery of quality services to students and patrons.

Appreciatively,

Ray James Terry, Ed.D.
Superintendent of Schools

Todd S. Burke, CGFM
Business Administrator

financial SECTION

property tax rate summary

All District Funds

02 Beaver

Detail Schedule of Property Tax	2005-2006		2006-2007	
	TAX RATE	AMOUNT BUDGETED	TAX RATE	AMOUNT ANTICIPATED
Basic Program (53A-17a-135)	.001720	749,986	.001515	673,314
Voted Leeway (53A-17a-133)	.001760	766,948	.001719	763,978
Board Leeway (53A-17a-134) (Class Size Reduction)	.000000			
Board Leeway (53A-17a-151) (Reading Program)	.000064	28,017	.000062	27,555
P.L. 81-874 (53A-17a-143)	.000000			
Transportation (53A-17a-127)	.000200	87,555	.000326	144,989
Tort Liability (63-30-27)	.000099	43,340	.000097	43,110
Redemptions - Basic Levy		47,522		55,641
Redemptions - Voted Leeway		48,627		63,133
Redemptions - Special Transportation		5,526		11,982
Redemptions - Tort Liability		2,735		3,562
Redemptions - Reading Levy		1,768		2,277
Vehicle Fees in Lieu of Tax (59-2-405) - Basic		58,597		62,077
Vehicle Fees in Lieu of Tax (59-2-405) - Sp. Trans.		6,814		13,367
Vehicle Fees in Lieu of Tax (59-2-405) - Tort Liab.		3,373		3,975
Vehicle Fees in Lieu of Tax - Voted Leeway		59,960		70,435
Vehicle Fees in Lieu of Tax - Reading		2,180		2,540
Judgement Recovery (59-2-1328)			.000111	49,222
Tax Refunds	xxx		xxx	
TOTAL GENERAL FUND NO. 10	.003843	1,912,948	.003830	1,991,157

Recreation (11-2-7)	.000175	76,313	.000257	113,997
Vehicle Fees in Lieu of Tax (59-2-405)		5,962		10,510
Tax Sales and Redemptions & Other	xxx	4,835	xxx	9,420
Judgement Recovery (59-2-1328)				
Tax Refunds	xxx		xxx	
TOTAL NON K-12 FUND NO. 23	.000175	87,110	.000257	133,927

Gen Oblig Debt (11-14-19/53A-17a-145/ 53A-21-103)	.003595	1,567,699	.002880	1,280,001
Vehicle Fees in Lieu of Tax (59-2-405)		122,475		118,011
Tax Sales and Redemptions & Other	xxx	99,326	xxx	105,776
Judgement Recovery (59-2-1328)				
Tax Refunds	xxx		xxx	
TOTAL DEBT SERVICE FUND NO. 31	.003595	1,789,500	.002880	1,503,788

Capital Outlay Foundation (53A-21-101 thru 105)	.000500	217,319	.000488	216,883
10% of Basic (53A-17a-145)	.000425	186,054	.000527	234,215
Voted Capital (53A-16-110)				
Vehicle Fees in Lieu of Tax (59-2-405) Cap Found		17,034		19,996
Vehicle Fees in Lieu of Tax (59-2-405) 10% Basic		14,479		21,594
Tax Sales and Redemptions Cap Foundation	xxx	13,814	xxx	17,923
Tax Sales and Redemptions 10% of Basic		11,742		19,355
Judgment Recovery (59-2-1328)				
Tax Refunds	xxx		xxx	
TOTAL CAPITAL PROJECTS FUND NO. 32	.000925	460,442	.001015	529,966

TOTALS - ALL FUNDS	.008538	4,250,000	.007982	4,158,838

calculation of certified tax RATES & REVENUES

		FY07 PROJECTION			
		Real Property	Vehicles	Total Budget	
		Prop Tax	Fees	Redemptions	
Total Assessed Valuations	\$ 480,830,242.00		322,504	289,069	
Collection Rate	92.43%				
Final Adjusted Valuations	<u>\$ 444,431,392.68</u>				
Basic State Levy	0.001515	19.25%	62,076.61	55,640.83	791,031.00
Voted Leeway	0.001719	21.84%	70,435.44	63,133.06	897,546.06
Board Leeway	0.000000	0.00%	0.00	0.00	0.00
K-12 Reading Leeway	0.000062	0.79%	2,540.43	2,277.05	32,372.23
Voted Capital Leeway	0.000000	0.00%	0.00	0.00	0.00
Transportation	0.000326	4.14%	13,367.37	11,981.51	170,337.95
Recreation	0.000257	3.26%	10,510.00	9,420.38	133,927.03
Tort Liability	0.000097	1.23%	3,974.54	3,562.48	50,646.87
Capital Outlay	0.000488	6.20%	19,995.64	17,922.59	254,800.74
10% Basic	0.000527	6.70%	21,593.65	19,354.93	275,163.92
Judgment Recovery	0.000111	0.00%	0.00	0.00	49,222.04
Debt Service	0.002880	36.59%	118,010.60	105,775.86	1,503,787.64
	<u>0.007982</u>	<u>100.00%</u>	<u>322,504.28</u>	<u>289,068.68</u>	<u>4,158,835.48</u>

Utah Sate Tax Commission – Report of Certified Tax Rates



Utah State Tax Commission Property Tax Division 2006 Complete Report of Certified Tax Rates

BEAVER COUNTY SCHOOL DISTRICT

IDENTIFICATION / BASE VALUES		OTHER VALUES / ADJUSTMENTS / NEW GROWTH			
COUNTY NAME	BEAVER	PY RDA (5)	\$0	CY AJ(10)*5Y (12)	\$444,431,393
COUNTY NUMBER	01	CY RDA (6)	\$0	REAPP/FACTOR (13)	\$6,065,027
ENTITY NUMBER	2010	PY VAL-RDA (7)	\$461,190,463	ACTUAL NG (14)	\$12,688,852
PY TOTAL VALUE (1)	\$461,190,463	CY VAL-RDA (8)	\$479,944,342	CTR NG (15)	\$11,728,306
CY TOTAL VALUE (2)	\$479,944,342	BOE ADJUST (9)	(\$885,900)	NET ANNEX (16)	\$0
CY - PY VALUE (3)	\$18,753,879	CY-RDA-BOE (10)	\$480,830,242	FNL ADJ SUM (17)	\$432,703,087
CY - PY % CHANGE (4)	4.07%	5YR COLLECT (11)	92.43	CY = CURRENT YR	PY = PRIOR YR

DETAIL FOR EACH BUDGET

TYPE	NAME	TY BUD REV (18)	LEG ADJ (19)	TOT REV (20)	CTR REV (21)	LY TR(22)	CTR (23)	CNG(24)
50	Tort Liability	\$41,831	\$0	\$41,831	\$42,965	0.000099	0.000097	-2.35%
90	Recreation	\$73,944	\$0	\$73,944	\$75,948	0.000175	0.000171	-2.35%
190	Discharge of Judgement	\$0	\$0	\$0	\$0	0.000000	0.000000	
210	Basic School Levy	\$726,763	\$0	\$726,763	\$746,462	0.001720	0.001680	-2.35%
220	Transportation	\$84,507	\$0	\$84,507	\$86,798	0.000200	0.000195	-2.35%
230	Debt Service	\$1,519,019	\$0	\$1,519,019	\$1,560,191	0.003595	0.003511	-2.35%
240	Capital Outlay	\$211,268	\$0	\$211,268	\$216,995	0.000500	0.000488	-2.35%
510	Voted Leeway	\$743,664	\$0	\$743,664	\$763,821	0.001760	0.001719	-2.35%
516	K-3 Reading Program -	\$27,042	\$0	\$27,042	\$27,775	0.000064	0.000062	-2.35%
520	10% Additional Basic	\$179,578	\$0	\$179,578	\$184,445	0.000425	0.000415	-2.35%
521	10% Additional Other	\$0	\$0	\$0	\$0	0.000000	0.000000	
TOTALS:		\$3,607,617	\$0	\$3,607,617	\$3,705,401	0.008538	0.008337	-2.35%

Reconciliation of Certified Tax Rates to Proposed Tax Rates

Beginning certified tax rate per State Tax Commission Report	0.008337
Add: judgment recovery	0.000111
Less: change in Basic Levy (certified rate minus state set rate)	(0.0001650)
Less: change in debt service levy (\$133,800) from previous year	<u>(0.000301)</u>
Overall proposed tax rate	<u>0.007982</u>

property tax public *TAX NOTICE*

NOTICE OF PROPOSED TAX INCREASE

The Beaver County School District is proposing to increase its property tax revenue. As a result of the proposed increase, the tax on a \$100,000.00 residence will be \$439.01 and the tax on a business having the same value as the average value of a residence in the taxing entity will be \$798.20. Without the proposed increase the tax on a \$100,000.00 residence would be \$414.81, and the tax on a business having the same value as the average value of a residence in the taxing entity would be \$754.20.

The 2006 proposed tax rate is 0.007982. Without the proposed increase the rate would be 0.007542. This would be an increase of 5.83%, which is \$24.20 (\$2.02 per month) on a \$100,000.00 residence or \$44.00 per year on a business having the same value as the average value of a residence in the taxing entity. With NEW GROWTH, this property tax increase and other factors, the Beaver County School District will increase its property tax revenue from \$3,607,617.02 collected last year to \$3,547,453.00 COLLECTED THIS YEAR WHICH IS A REVENUE INCREASE OF -1.67%.

All concerned citizens are invited to a public hearing on the tax increase to be held on August 15, 2006 at Beaver High School (6:00 p.m.), Minersville Elementary School (7:15 p.m.), and Milford High School (8:30 p.m.).

public notice **BUDGET HEARING**

Beaver County School District *Public Budget Hearing Notice* August 15, 2006

Beaver County School District will be proposing to the Board of Education its original budget for fiscal year 2007. A copy of the proposed fiscal year 2007 budget can be obtained from the District's internet web site (<http://www.beaver.k12.ut.us/boe.html>) or from the District Office at 291 North Main, Beaver, Utah, 84713. Public meetings have been scheduled at Beaver High School (6:00 p.m.), Minersville Elementary School (7:15 p.m.), and Milford Elementary School (8:30 p.m.) on August 15, 2006; and the Board of Education and District encourages public input at these meetings.

In conjunction with the budget adoption hearing, the Board of Education will be conducting a Truth-in-Taxation hearing to change certified tax rates which the District assesses to taxpayers. Several individual levies are assessed each year which are components of the overall tax rate discussed in the NOTICE OF PROPOSED TAX INCREASE.

As presented in several public meetings over the past year, some individual levies were incorrectly set too low, while at the same time, the District's debt service levy was set higher than what was needed to pay for general obligation debt requirements. This practice has been in place for several years at varying levels and has contributed to significant compliance and budget challenges. If this practice were to continue, excessive funds legally restricted for debt service would continue to accumulate while under funded program costs would continue to exceed program revenues. These under funded programs include transportation for activities (athletics, field trips, student groups), operation and maintenance of recreation facilities (gymnasiums, playgrounds, ball fields), textbooks, class supplies, computer and other equipment, and facility improvements.

One option is to reduce the debt service levy to the level actually needed to meet general obligation debt needs for fiscal year 2007, WITHOUT redirecting the excess debt service levy tax revenues to under funded programs. The NOTICE OF PROPOSED TAX INCREASE indicates the overall tax rate would be .007542 if this option was

implemented by the District. This option unfortunately does not provide a remedy to address the above mentioned under funded programs.

As a result, the District intends to redirect the excess debt service levy revenues to the under funded programs mentioned above. The overall proposed tax rate conveys this intent. The overall proposed tax rate (0.007982) is equivalent to the rate that would be in place (including the proposed judgment recovery levy) if the District were to continue forward with an unneeded excessively high debt service levy as experienced in fiscal year 2006.

The District's proposal is to restructure its property tax framework to meet program needs without increasing the tax burden (last year compared to this year) on local taxpayers (excluding the proposed judgment recovery levy). The Truth-in-Taxation hearing is in place to ensure this change occurs through a full public disclosure process. The NOTICE OF PROPOSED TAX INCREASE is intended to convey to taxpayers the District is reducing its debt service levy to the level needed to fund general obligation debt requirements AND increase other levies, at a comparably equal level, to fund transportation for activities (athletics, field trips, student groups), operation and maintenance of recreation facilities (gymnasiums, playgrounds, ball fields), textbooks, class supplies, computer and other equipment, and facility improvements.

The District is also asking the Board of Education to adopt a one-time judgment recovery levy to recover approximately \$49,000 in lost fiscal year 2006 property tax revenue due to a court judgment with a private entity.

A summary of the property tax rate changes is as follows:

<u>School District Levy</u>	Fiscal Year 2006 Certified Rate	Certified Fiscal Year 2007 Rate	Proposed Fiscal Year 2007 Rate
Basic State Levy	0.001720	0.001515	0.001515
Voted Leeway	0.001760	0.001719	0.001719
Board Leeway	0.000000	0.000000	0.000000
K-12 Reading Leeway	0.000064	0.000062	0.000062
Voted Capital Leeway	0.000000	0.000000	0.000000
Transportation	0.000200	0.000195	0.000326
Recreation	0.000175	0.000171	0.000257
Tort Liability	0.000099	0.000097	0.000097
Capital Outlay	0.000500	0.000488	0.000488
10% Basic	0.000425	0.000415	0.000527
Judgment Recovery	0.000000	0.000000	0.000111
Debt Service	0.003595	0.002880	0.002880
	0.008538	0.007542	0.007982

Public meetings have been scheduled at Beaver High School (6:00 p.m.), Minersville Elementary School (7:15 p.m.), and Milford Elementary School (8:30 p.m.) on August 15, 2006; and the Board of Education and District encourages public input at these meetings.

Because of the complexity of this issue, the District Superintendent and Business Administrator will be available to each community for a question and answer session at Beaver High School (August 9th, 7:00 p.m.), Minersville Elementary School (August 10th, 6:00 p.m.), and Milford Elementary School (August 10th, 7:30 p.m.).

proposed budget summary *ALL FUNDS*

02 Beaver SUMMARY - ALL FUNDS		FINAL BUDGET FY 2006	ORIGINAL BUDGET FY 2007
REVENUES BY SOURCE			
1000	Total Local	5,077,223	5,012,411
3000	Total State	6,748,873	7,229,354
4000	Total Federal	843,153	778,226
TOTAL REVENUES		12,669,249	13,019,991
EXPENDITURES BY OBJECT			
100	Salaries	5,433,735	5,663,429
200	Employee Benefits	2,737,744	2,705,281
300	Purchased Professional and Technical Services	114,930	95,970
400	Purchased Property Services	85,500	98,000
500	Other Purchased Services	171,052	152,000
600	Supplies	1,358,472	1,495,210
700	Property	450,226	469,000
800	Other Objects	2,443,903	2,321,229
TOTAL EXPENDITURES		12,795,562	13,000,119
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES		(126,313)	19,872
OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		1,500	-
NET CHANGE IN FUND BALANCE		(124,813)	19,872
FUND BALANCE - BEGINNING (From Prior Year)		508,626	-
Adjustments to Beginning Fund Balance		-	-
FUND BALANCE - ENDING		383,813	19,872

EOF

proposed budget *GENERAL FUND*

02 Beaver	FINAL	ORIGINAL
10 GENERAL FUND	BUDGET	BUDGET
	FY 2006	FY 2007

REVENUES

1000 REVENUES FROM LOCAL SOURCES			
1100	Property Taxes	1,912,948	1,991,157
1200	Local Governmental Units Other Than LEAs	66,873	66,873
1310	Tuition From Pupils or Parents	9,950	11,000
1320	Tuition from Other LEAs Within the State		
1330	Tuition From Other LEAs Outside the State		
1410	Transportation Fees From Pupils or Parents		
1420	Transportation Fees From Other LEAs Within the State		
1430	Transportation Fees From Other LEAs Outside the State		
1500	Earnings on Investments	2,200	15,000
1700	Student Activities	-	
1900	Other Revenues From Local Sources	-	
1910	Rentals	-	500
1920	Contributions and Donations from Private Sources/Foundation	-	
1940	Textbooks (Sales and Rentals)		
1950	Other Revenues From Other School Districts		
1960	Other Revenues from Other Local Governments		
1980	Refunds of Prior Year Expenditures		
1990	Miscellaneous	30,000	30,000
TOTAL REVENUES FROM LOCAL SOURCES		2,021,971	2,114,530
3000 REVENUES FROM STATE SOURCES			
Minimum School Programs (From District Summary-Final)			
Regular Basic Programs			
3010	Regular School Program K-12	2,480,957	2,726,524
3015	Necessary Existent Small Schools	600,324	639,565
3020	Professional Staff	345,438	367,150
3025	Administrative Costs	120,840	128,101
Restricted Basic Programs			
3105	Special Education -- Add-On	388,574	476,412
3110	Special Education -- Self-Contained	46,526	43,076
3120	Extended Year Program -- Severely Disabled	6,970	7,389
3125	Special Education -- State Programs	40,328	
3155	Applied Technology -- Add-On	287,097	304,903
3160	Applied Technology -- Set-Aside	43,488	14,144

3230	Class Size Reduction (State Funds)	215,988	221,281
TOTAL BASIC SCHOOL PROGRAM GENERATED		4,576,530	4,928,545
Other Minimum School Programs			
3211	Gifted and Talented	7,024	7,214
3212	Advanced Placement	703	694
3213	Concurrent Enrollment	11,492	15,965
3215	At-Risk -- Regular Program	23,455	23,977
3218	At-Risk -- Homeless and Minority	3,009	
3219	At-Risk -- MESA		
3220	At-Risk -- Gang Prevention		
3221	At-Risk -- Youth-in-Custody		
3255	Quality Teaching Block Grant	210,529	217,253
3260	Local Discretionary Block Grant	115,326	111,514
3270	Interventions for Student Success Block Grant	75,559	77,723
3405	Social Security and Retirement	1,002,054	1,101,889
3415	Pupil Transportation	171,896	170,139
3423	Out-of-State Tuition		
3466	Highly Impacted Schools		
3471	Guarantee on Transportation Levy	6,787	6,702
3520	School Land Trust Program	72,385	76,246
3521	Electronic High School		
3555	Voted Leeway	-	
3560	Board Leeway		
3805	K-3 Reading Achievement	51,541	50,897
3522	Job Enhancement		10,000
3867	Charter School Local Replacement		
TOTAL MINIMUM SCHOOL PROGRAM GENERATED		6,328,290	6,798,757
Less Basic Local Levy			
TOTAL STATE SUPPORT AMOUNT *		6,328,290	6,798,757
Other State Sources			
3700	Other Revenues From State Sources (Non-MSP)	27,872	19,500
3710	Driver Education (Behind-the-Wheel)	30,000	29,625
3866	Charter School Startup (New in FY06)		
3800	Supplementals / Other Bills	40,164	50,103
3900	Revenues From Other State Agencies		
TOTAL REVENUES FROM STATE SOURCES		6,426,326	6,897,985

* Actual Total State Support Amount should correspond with amount reported on the District Summary-Final for the year

4000 REVENUES FROM FEDERAL SOURCES			
4101	Impact Aid (Title VII)		
4190	Other Unrestricted Revenue Direct From Federal		
4200	Unrestricted Federal Revenue Through State	12,920	12,000
4300	Restricted Revenue Direct From Federal		
4500	Restricted Federal Through State	-	
4520	Programs for the Disabled (IDEA)	274,539	272,231

4530	Applied Technology Education	19,383	
4600	Other Restricted Federal Through State		
4700	Federal Received Through Other Agencies	31,215	12,000
4800	No Child Left Behind (NCLB)	208,369	197,000
4810	Federal Forest Service (in Lieu of Tax)	11,083	10,700
TOTAL REVENUES FROM FEDERAL SOURCES		557,509	503,931
TOTAL REVENUES, 10 GENERAL FUND		9,005,806	9,516,446

EXPENDITURES

1000 INSTRUCTION			
131	Salaries - Teachers	3,163,185	3,382,546
132	Salaries - Substitute Teachers	53,467	64,000
161	Salaries - Teacher Aides and Paraprofessionals	390,000	411,160
100	Salaries - All Other	87,549	91,926
	Total Salaries (100)	3,694,201	3,949,632
210	Retirement	516,217	558,763
220	Social Security	282,606	302,147
240	Insurance (Health/Dental/Life)	974,701	938,869
200	Other Benefits	76,574	76,574
	Total Benefits (200)	1,850,098	1,876,353
300	Purchased Professional and Technical Services	18,960	20,000
400	Purchased Property Services	2,500	3,000
500	Other Purchased Services	27,295	28,000
561	Tuition to Other School Districts Within the State		
562	Tuition to Other School Districts Outside the State		
563	Tuition to Private Schools		
564	Tuition to Educational Service Agencies Within the State		
565	Tuition to Educational Service Agencies Outside the State		
566	Tuition to Charter Schools		
567	Tuition to School Districts for Voucher Payments		
569	Tuition--Other		
	Total Other Purchased Services (500)	27,295	28,000
600	Supplies	362,572	362,000
641	Textbooks	42,000	50,000
	Total Supplies (600)	404,572	412,000
700	Property (Instructional Equipment)	185,067	160,000
800	Other Objects	117,804	117,804
810	Dues and Fees		
	Total Other Objects (800)	117,804	117,804
TOTAL INSTRUCTION (1000)		6,300,497	6,566,789
2000 SUPPORT SERVICES			
2100 SUPPORT SERVICES - STUDENTS			
141	Salaries - Attendance and Social Work Personnel		
142	Salaries - Guidance Personnel	79,360	81,971
143	Salaries - Health Services Personnel	18,426	19,032
144	Salaries - Psychological Personnel		

152	Salaries - Secretarial and Clerical		
100	Salaries - All Other		-
	Total Salaries (100)	97,786	101,003
210	Retirement	15,528	15,878
220	Social Security	7,481	7,727
240	Insurance (Health/Dental/Life)	32,389	31,198
200	Other Benefits		
	Total Benefits (200)	55,398	54,803
300	Purchased Professional and Technical Services	7,770	7,770
400	Purchased Property Services		
500	Other Purchased Services		
591	Services Purchased From Another District Within the State		
592	Services Purchased From Another District Outside the State		
	Total Other Purchased Services (500)	-	-
600	Supplies	810	140,810
700	Property		
800	Other Objects	3,200	3,200
810	Dues and Fees		
	Total Other Objects (800)	3,200	3,200
	TOTAL STUDENTS (2100)	164,964	307,586
2200 SUPPORT SERVICES - INSTRUCTIONAL STAFF			
115	Salaries - Supervisors & Directors	-	-
133	Salaries - Sabbatical Leave		
145	Salaries - Media Personnel - Certificated	-	
152	Salaries - Secretarial and Clerical		
162	Salaries - Media Personnel - Noncertificated.	-	
100	Salaries - All Other	41,805	23,895
	Total Salaries (100)	41,805	23,895
210	Retirement	6,639	3,756
220	Social Security	3,198	1,828
240	Insurance (Health/Dental/Life)	13,796	13,289
200	Other Benefits		
	Total Benefits (200)	23,633	18,873
300	Purchased Professional and Technical Services		
400	Purchased Property Services		
500	Other Purchased Services	-	
591	Services Purchased From Another District Within the State		
592	Services Purchased From Another District Outside the State		
	Total Other Purchased Services (500)	-	-
600	Supplies	4,460	4,500
644	Library Books	24,877	23,000
650	Periodicals	4,365	3,500
660	Audio Visual Materials	6,010	5,000
	Total Supplies (600)	39,712	36,000
700	Property	3,100	3,000
800	Other Objects		
810	Dues and Fees		

Total Other Objects (800)		-	-
TOTAL INSTRUCTIONAL STAFF (2200)		108,250	81,768
2300 SUPPORT SERVICES - DISTRICT ADMINISTRATION			
110	Salaries - District Board and Administration	109,901	116,639
115	Salaries - Supervisors and Directors	21,413	22,933
152	Salaries - Secretarial and Clerical	47,352	51,235
100	Salaries - All Other		
	Total Salaries (100)	178,666	190,807
210	Retirement	28,372	29,995
220	Social Security	13,668	14,597
240	Insurance (Health/Dental/Life)	95,423	77,503
200	Other Benefits		
	Total Benefits (200)	137,463	122,095
300	Purchased Professional and Technical Services	57,000	57,000
400	Purchased Property Services		
500	Other Purchased Services	73,869	72,000
591	Services Purchased From Another District Within the State		
592	Services Purchased From Another District Outside the State		
	Total Other Purchased Services (500)	73,869	72,000
600	Supplies	3,000	2,800
700	Property	3,200	3,100
800	Other Objects	300	300
810	Dues and Fees		
	Total Other Objects (800)	300	300
TOTAL DISTRICT ADMINISTRATION (2300)		453,498	448,102
2400 SUPPORT SERVICES - SCHOOL ADMINISTRATION			
121	Salaries - Principals and Assistants	310,748	268,551
152	Salaries - Secretarial and Clerical	145,674	156,017
100	Salaries - All Other	4,747	5,000
	Total Salaries (100)	461,169	429,568
210	Retirement	73,234	67,528
220	Social Security	35,279	32,862
240	Insurance (Health/Dental/Life)	131,573	105,971
200	Other Benefits		
	Total Benefits (200)	240,086	206,361
300	Purchased Professional and Technical Services		
400	Purchased Property Services		
500	Other Purchased Services	-	
591	Services Purchased From Another District Within the State		
592	Services Purchased From Another District Outside the State		
	Total Other Purchased Services (500)	-	-
600	Supplies	12,000	11,000
700	Property		
800	Other Objects	1,677	1,500
810	Dues and Fees		
	Total Other Objects (800)	1,677	1,500

TOTAL SCHOOL ADMINISTRATION (2400)		714,932	648,429
2500 SUPPORT SERVICES - CENTRAL			
100	Salaries	70,000	56,970
210	Retirement	11,116	8,956
220	Social Security	5,355	4,358
240	Insurance (Health/Dental/Life)	10,436	9,000
200	Other Benefits		
	Total Benefits (200)	26,907	22,314
300	Purchased Professional and Technical Services		
400	Purchased Property Services		
500	Other Purchased Services	8,888	6,000
591	Services Purchased From Another District Within the State		
592	Services Purchased From Another District Outside the State		
	Total Other Purchased Services (500)	8,888	6,000
600	Supplies	7,000	5,000
700	Property		
800	Other Objects	1,000	1,000
810	Dues and Fees		
	Total Other Objects (800)	1,000	1,000
TOTAL CENTRAL (2500)		113,795	91,284
2600 SUPPORT SERVICES - OPERATION AND MAINTENANCE OF FACILITIES			
180	Salaries - Operation and Maintenance	248,258	265,884
100	Salaries - All Other	45,133	48,337
	Total Salaries (100)	293,391	314,221
210	Retirement	32,629	44,456
220	Social Security	6,772	24,038
240	Insurance (Health/Dental/Life)	103,158	83,786
200	Other Benefits	7,000	7,000
	Total Benefits (200)	149,559	159,280
300	Purchased Professional and Technical Services	1,200	1,200
400	Purchased Property Services	33,000	30,000
500	Other Purchased Services	22,500	22,500
591	Services Purchased From Another District Within the State		
592	Services Purchased From Another District Outside the State		
	Total Other Purchased Services (500)	22,500	22,500
600	Supplies	439,170	430,000
700	Property		
800	Other Objects		
810	Dues and Fees		
	Total Other Objects (800)	-	-
TOTAL OPERATION AND MAINTENANCE OF FACILITIES (2600)		938,820	957,201
2700 SUPPORT SERVICES - STUDENT TRANSPORTATION			
152	Salaries - Secretarial and Clerical		
171	Salaries - Supervisors		
172	Salaries - Bus Drivers	126,545	135,530

173	Salaries - Mechanics and Other Garage Employees		
174	Salaries - Other (Trainers, etc.)		
	Total Salaries (100)	126,545	135,530
210	Retirement	20,095	21,305
220	Social Security	9,681	10,368
240	Insurance (Health / Accident / Life)	17,121	13,906
200	Other Benefits		
	Total Benefits (200)	46,897	45,579
400	Purchased Property Services	20,000	20,000
511	Services from Other LEAs (In State)		
512	Services from Other LEAs (Out of State)		
513	Commercial		
514	Student Allowance		
515	Payments in Lieu of Transportation - Subsistence	6,000	6,000
516	Payments of Mileage in Lieu of Bus (Dead Miles)	-	
521	Property Insurance		
522	Liability Insurance		
530	Communications (Telephone and Other)		
580	Travel / Per Diem	2,500	2,500
591	Services Purchased From Another District Within the State		
592	Services Purchased From Another District Outside the State		
	Total Other Purchased Services (500)	8,500	8,500
624	Motor Fuel	38,000	39,000
625	Natural Gas		
626	Electricity		
600	Other Supplies	45,500	45,500
	Total Supplies (600)	83,500	84,500
730	Equipment		
732	School Buses		45,000
	Total Property (700)	-	45,000
890	Miscellaneous Expenditures		
891	Training		
	Total Other Objects (800)	-	-
	TOTAL STUDENT TRANSPORTATION (2700)	285,442	339,109
2900 OTHER SUPPORT SERVICES			
100	Salaries	7,680	8,225
210	Retirement	1,181	1,293
220	Social Security	588	629
240	Insurance (Health / Accident / Life)	3,840	4,000
200	Other Benefits		
	Total Benefits (200)	5,609	5,922
300	Purchased Professional and Technical Services		
400	Purchased Property Services		
500	Other Purchased Services		
591	Services Purchased From Another District Within the State		
592	Services Purchased From Another District Outside the State		
	Total Other Purchased Services (500)	-	-

600	Supplies		
700	Property	11,932.00	11,900.00
800	Other Objects	49,238.00	49,000.00
810	Dues and Fees		
	Total Other Objects (800)	49,238.00	49,000.00
TOTAL OTHER SUPPORT (2900)		74,459	75,047
TOTAL SUPPORT SERVICES (2000)		2,854,160	2,948,526
5200 DEBT SERVICE (TAX ANTICIPATION NOTES)			
830	Interest		
TOTAL EXPENDITURES, 10 GENERAL FUND		9,154,657	9,515,315

OTHER FINANCING

5000 OTHER FINANCING SOURCES (USES)			
5200	Transfers In from Other Funds		
5210	Transfers Out to Other Funds		
5300	Proceeds From Sale of Capital Assets	1,500	-
5400	Loan Proceeds		
5500	Capital Lease Proceeds		
5900	Other Financing Sources (Uses) (Add Explanation)		
6000 OTHER ITEMS			
6100	Capital Contributions		
6300	Special Items		
6400	Extraordinary Items		
TOTAL OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		1,500	-

SUMMARY - 10 GENERAL FUND

REVENUES BY SOURCE			
1000	Total Local	2,021,971	2,114,530
3000	Total State	6,426,326	6,897,985
4000	Total Federal	557,509	503,931
TOTAL REVENUES		9,005,806	9,516,446
EXPENDITURES BY OBJECT			
100	Salaries	4,971,243	5,209,851
200	Employee Benefits	2,535,650	2,511,580
300	Purchased Professional and Technical Services	84,930	85,970
400	Purchased Property Services	55,500	53,000
500	Other Purchased Services	141,052	137,000
600	Supplies	989,764	1,122,110
700	Property	203,299	223,000
800	Other Objects	173,219	172,804
TOTAL EXPENDITURES		9,154,657	9,515,315
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES		(148,851)	1,131
OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		1,500	-
NET CHANGE IN FUND BALANCE		(147,351)	1,131
FUND BALANCE - BEGINNING (From Prior Year)		117,052	
Adjustments to Beginning Fund Balance (Attach Detail)			
FUND BALANCE - ENDING		(30,299)	1,131

proposed budget NON K-12 INSTRUCTION FUND

02 Beaver	FINAL	ORIGINAL
23 NON K-12 PROGRAMS FUND	BUDGET	BUDGET
	FY 2006	FY 2007

REVENUES

1000 REVENUES FROM LOCAL SOURCES			
1100	Property Taxes	87,110	133,927
1200	Local Governmental Units Other Than LEAs		
1310	Tuition from Pupils or Parents		
1320	Tuition from Other LEAs Within the State		
1330	Tuition from Other LEAs Outside the State		
1400	Transportation Fees		
1500	Earnings on Investments		
1800	Community Services Activities		
1900	Other Revenues From Local Sources		
1940	Textbooks (Sales and Rentals)		
TOTAL REVENUES FROM, LOCAL SOURCES		87,110	133,927
3000 REVENUES FROM STATE SOURCES			
3115	Preschool-Handicapped	63,431	65,472
3209	Adult High School	144,573	170,615
3210	Adult Basic Skills		
3405	Social Security and Retirement		
3900	Revenues from Other State Agencies	19,261	
TOTAL REVENUES FROM STATE SOURCES		227,265	236,087
4000 REVENUES FROM FEDERAL SOURCES			
4522	Preschool	16,942	16,887
4580	Adult Education	11,294	
4900	Other Revenues From Federal Sources		
TOTAL REVENUES FROM FEDERAL SOURCES		28,236	16,887
TOTAL REVENUES, 23 NON K-12 PROGRAMS FUND		342,611	386,901

EXPENDITURES

3000 OPERATION OF NONINSTRUCTIONAL SERVICES			
3200 OTHER SERVICES			
100	Salaries	214,656	188,862
210	Retirement	33,014	29,689
220	Social Security	16,421	14,448
240	Insurance (Health/Dental/Life)	12,744	18,000
200	Other Benefits		3,000
Total Benefits (200)		62,179	65,137

300	Purchased Professional and Technical Services		10,000
400	Purchased Property Services	30,000	20,000
500	Other Purchased Services	30,000	15,000
600	Supplies	10,000	15,000
700	Property	30,000	5,000
800	Other Objects		
810	Dues and Fees		
	Total Other Objects (800)	-	-
TOTAL OTHER SERVICES (3200)		406,835	318,999
3300 COMMUNITY SERVICES			
100	Salaries		
210	Retirement		
220	Social Security		
240	Insurance (Health/Dental/Life)		
200	Other Benefits		
	Total Benefits (200)	-	-
300	Purchased Professional and Technical Services		
400	Purchased Property Services		
500	Other Purchased Services		
600	Supplies		60,000
700	Property		
800	Other Objects		
810	Dues and Fees		
	Total Other Objects (800)	-	-
TOTAL COMMUNITY SERVICES (3300)		-	60,000
TOTAL EXPENDITURES, 23 NON K-12 PROGRAMS FUND		406,835	378,999

OTHER FINANCING

5000 OTHER FINANCING SOURCES (USES)			
5200	Transfers In from Other Funds		
5210	Transfers Out to Other Funds		
5300	Proceeds From Sale of Capital Assets		
5400	Loan Proceeds		
5500	Capital Lease Proceeds		
5900	Other Financing Sources (Uses) (Add Explanation)		
6000 OTHER ITEMS			
6100	Capital Contributions		
6300	Special Items		
6400	Extraordinary Items		
TOTAL OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		-	-

SUMMARY - 23 NON K-12 PROGRAMS FUND

REVENUES BY SOURCE			
1000	Total Local	87,110	133,927
3000	Total State	227,265	236,087
4000	Total Federal	28,236	16,887
TOTAL REVENUES		342,611	386,901
EXPENDITURES BY OBJECT			
100	Salaries	214,656	188,862
200	Employee Benefits	62,179	65,137
300	Purchased Professional and Technical Services	30,000	10,000
400	Purchased Property Services	30,000	20,000
500	Other Purchased Services	30,000	15,000
600	Supplies	10,000	75,000
700	Property	30,000	5,000
800	Other Objects	-	-
TOTAL EXPENDITURES		406,835	378,999
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES		(64,224)	7,902
OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		-	-
NET CHANGE IN FUND BALANCE		(64,224)	7,902
FUND BALANCE - BEGINNING (From Prior Year)		69,711	
Adjustment to Beginning Fund Balance (Add Explanation)			
FUND BALANCE - ENDING		5,487	7,902

proposed budget *DEBT SERVICE FUND*

02	FINAL	ORIGINAL
Beaver	BUDGET	BUDGET
31 DEBT SERVICE FUND	FY 2006	FY 2007

REVENUES

1000 REVENUES FROM LOCAL SOURCES		
1100 Property Taxes	1,789,500	1,503,788
1500 Earnings on Investments		
1900 Other Revenues From Local Sources		
TOTAL REVENUES FROM LOCAL SOURCES	1,789,500	1,503,788
3000 REVENUES FROM STATE SOURCES		
3650 Capital Outlay Foundation		
TOTAL REVENUES FROM STATE SOURCES		
TOTAL REVENUES, 31 DEBT SERVICE FUND	1,789,500	1,503,788

EXPENDITURES

5000 DEBT SERVICE		
830 Interest	601,329	573,000
840 Redemption of Principal	1,025,355	920,000
845 Debt Issuance Costs on Refundings		
890 Miscellaneous Expenditures		
TOTAL EXPENDITURES, 31 DEBT SERVICE FUND	1,626,684	1,493,000

SUMMARY - 31 DEBT SERVICE FUND

REVENUES BY SOURCE		
1000 Total Local	1,789,500	1,503,788
3000 Total State	-	-
TOTAL REVENUES	1,789,500	1,503,788
EXPENDITURES BY OBJECT		
800 Other Objects	1,626,684	1,493,000
TOTAL EXPENDITURES	1,626,684	1,493,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	162,816	10,788
OTHER FINANCING SOURCES (USES) AND OTHER ITEMS	-	-
NET CHANGE IN FUND BALANCE	162,816	10,788
FUND BALANCE - BEGINNING (From Prior Year)	19,368	
Adjustment to Beginning Fund Balance (Add Explanation)		
FUND BALANCE - ENDING	182,184	10,788

proposed budget CAPITAL PROJECTS FUND

02	FINAL	ORIGINAL
Beaver		
32 CAPITAL PROJECTS FUND	BUDGET	BUDGET
	FY 2006	FY 2007

REVENUES

1000 REVENUES FROM LOCAL SOURCES		
1100 Property Taxes	460,442	529,966
1500 Earnings on Investments		
1900 Other Revenues From Local Sources	8,000	
TOTAL REVENUES, LOCAL SOURCES	468,442	529,966
3000 REVENUES FROM STATE SOURCES		
3000 Other State Revenues		
3650 Capital Outlay Foundation		
TOTAL REVENUES, STATE SOURCES	0	0
4000 REVENUES FROM FEDERAL SOURCES		
4000 Revenues from Federal Sources		
TOTAL REVENUES, FEDERAL SOURCES	0	0
TOTAL REVENUES, 32 CAPITAL PROJECTS FUND	468,442	529,966

EXPENDITURES

0002 TAX RATE PROGRAM		
2600 OPERATION AND MAINTENANCE OF FACILITIES		
100 Salaries	38,000	42,840
210 Retirement	5,844	6,734
220 Social Security	2,907	3,277
240 Insurance (Health/Dental/Life)	12,000	11,300
200 Other Benefits		
Total Benefits	20,751	21,311
300 Purchased Professional and Technical Services		
400 Purchased Property Services		
500 Other Purchased Services		
600 Supplies	100,000	0
700 Property		
800 Other Objects		
810 Dues and Fees		
Total Other Objects (800)	0	0
TOTAL OPERATION AND MAINTENANCE OF FACILITIES (2600)	158,751	64,151
10% OF BASIC PROGRAM		
1000 INSTRUCTION (10% of Basic)		
600 Supplies	28,000	10,000
641 Textbooks		
Total Supplies (600)	28,000	10,000
730 Equipment	28,000	30,000
TOTAL INSTRUCTION (1000)	56,000	40,000
2000 SUPPORTING SERVICES (10% of Basic)		
600 Supplies		0

730	Equipment		10,000
TOTAL SUPPORTING SERVICES (2000)		0	10,000
2100 SUPPORTING SERVICES (10% of Basic)			
600	Supplies		
730	Equipment		0
TOTAL SUPPORTING SERVICES (2000)		0	0
2200 SUPPORTING SERVICES (10% of Basic)			
600	Supplies		
730	Equipment		
TOTAL SUPPORTING SERVICES (2000)		0	0
2500 SUPPORT SERVICES - CENTRAL (10% of Basic)			
600	Supplies		
730	Equipment		
TOTAL EXPENDITURES CENTRAL (2500)		0	0
2600 OPERATION AND MAINTENANCE OF FACILITIES (10% of Basic)			
600	Supplies		47,100
730	Equipment		13,500
TOTAL OPERATION AND MAINTENANCE OF FACILITIES (2600)		0	60,600
2700 STUDENT TRANSPORTATION (10% of Basic)			
600	Supplies		
730	Equipment		
732	School Buses	0	
Total Property (700)		0	0
TOTAL STUDENT TRANSPORTATION (2700)		0	0
2900 OTHER SUPPORT SERVICES (10% of Basic)			
600	Supplies		
730	Equipment		
TOTAL OTHER SUPPORT (2900)		0	0
4501 BUILDING ACQUISITION AND CONSTRUCTION (10% of Basic)			
460	Construction and Remodeling	0	25,000
710	School Sites	0	25,000
720	Buildings		25,000
731	Machinery		25,000
733	Furniture and Fixtures	0	25,000
734	Technology Equipment		
735	Non-Bus Vehicles		
739	Other Equipment	0	
Total Property (700)		0	100,000
TOTAL BUILDING ACQUISITION AND CONSTRUCTION - STAFF (4500)		0	125,000
5000 DEBT SERVICES (10% of Basic)			
800	Other Objects		
830	Interest		8,425
840	Redemption of Principal		30,000
Total Other Objects (800)		0	38,425
TOTAL DEBT SERVICE (5000)		0	38,425
TOTAL EXPENDITURES, 10% OF BASIC PROGRAM		56,000	274,025
4502 BUILDING ACQUISITION AND CONSTRUCTION			
100	Salaries	48,000	53,550
210	Retirement	7,382	8,418
220	Social Security	3,672	4,097
240	Insurance (Health/Dental/Life)	14,400	11,900
200	Other Benefits		
Total Benefits (200)		25,454	24,415
300	Purchased Professional and Technical Services		0
400	Purchased Property Services		0
460	Construction and Remodeling	0	0
Total Property (400)		0	0

500	Other Purchased Services		
600	Supplies - New Buildings		10,000
641	Textbooks - New Buildings		
644	Library Books-New Libraries		
	Total Supplies (600)	0	10,000
710	Land and Improvements	55,000	10,000
720	Buildings	76,679	20,000
731	Machinery		
732	School Buses		45,000
733	Furniture and Fixtures	10,334	10,000
734	Technology Equipment		
735	Non-Bus Vehicles		
739	Other Equipment	44,414	0
	Total Property (700)	186,427	85,000
800	Other Objects	43,000	
830	Interest		15,000
840	Redemption of Principal		0
	Total Other Objects (800)	43,000	15,000
	TOTAL BUILDING ACQUISITION AND CONSTRUCTION - (4500)	302,881	187,965
	TOTAL EXPENDITURES, 32 CAPITAL PROJECTS FUND	517,632	526,141

OTHER FINANCING

5000 OTHER FINANCING SOURCES (USES)		
5110 Face Amount of Bonds Issued		
5120 Premium or Discount on the Issuance of Bonds		
5200 Transfers In from Other Funds		
5201 Transfers Out to Other Funds		
5400 Loan Proceeds		
5300 Proceeds From Sale of Capital Assets		
5500 Capital Lease Proceeds		
5900 Other Financing Sources (Uses) (Add Explanation)		
6000 OTHER ITEMS		
6100 Capital Contributions		
6300 Special Items		
6400 Extraordinary Items		
TOTAL OTHER FINANCING SOURCES (USES) AND OTHER ITEMS	-	-

SUMMARY - 32 CAPITAL PROJECTS FUND

REVENUES BY SOURCE			
1000	Total Local	468,442	529,966
3000	Total State	-	-
4000	Total Federal	-	-
TOTAL REVENUES		468,442	529,966
EXPENDITURES BY OBJECT			
100	Salaries	86,000	96,390
200	Employee Benefits	46,205	45,726
300	Purchased Professional and Technical Services	-	-
400	Purchased Property Services	-	25,000
500	Other Purchased Services	-	-
600	Supplies	128,000	67,100
700	Property	214,427	238,500
800	Other Objects	43,000	53,425
TOTAL EXPENDITURES		517,632	526,141
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES		(49,190)	3,825
OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		-	-
NET CHANGE IN FUND BALANCE		(49,190)	3,825
FUND BALANCE - BEGINNING (From Prior Year)		6,911	
Adjustment to Beginning Fund Balance (Add Explanation)		-	
FUND BALANCE - ENDING		(42,279)	3,825

CAPITAL PROJECTS FUND - SCHEDULE OF PROJECTS

Budget	Project	Description	Projected Cost
FY07	Crack seal/sealcoat asphalt	Belknap	\$6,400
FY07	Facilities, capital assets program	District	\$10,000
FY07	Stairs from track t Beaver U	BHS Football Field/KT Gym	\$3,000
FY07	Stairs by Scoreboard	BHS Football Field/KT Gym	\$2,000
FY07	Drainage System	Minersville ES	\$3,000
FY07	Modular move, equipment, etc.	Belknap	\$25,000
FY07	Camera System - theft prevention	Beaver HS	\$10,000
FY07	Power - Football Lights	Milford HS	\$15,000
FY07	New Roof	Weight Facility	\$14,400
FY07	CrackSeal/sealcoat asphalt	Weight Facility	\$2,300
FY07	1 Additional Modular	Belnap	\$30,000
FY07	Office Remodel	Beaver HS	\$10,000
FY07	Wind turbine	Milford	
FY07	Playground Equipment Install	Milford ES	\$20,000
			\$151,100
FY08	Concrete replacement inside track	Milford HS	\$3,500
FY08	Refurbish track	Milford HS	\$90,000
FY08	Soccer Field	Beaver HS	\$16,000
FY08	Re-Finish Gym Floor	BHS Football Field/KT Gym	
FY08	Carpet - Annual Replacements	Milford HS	\$10,000
FY08	Carpet - Annual Replacements	Beaver HS	\$15,000
FY08	Sound system repair	Beaver HS	\$5,000
FY08	Refinish gym floor	Milford HS	\$18,000
			\$175,500
FY09	New Roof	District Office	\$12,500
FY09	Carpet - Annual Replacements	Beaver HS	\$15,000
FY09	Concrete outside track	Beaver HS	\$5,000
FY09	Refurbish track	Beaver HS	\$80,000
FY09	Drainage on North Side KT Gym	BHS Football Field/KT Gym	
FY09	Storage Shed/TLC	Minersville ES	\$20,000
FY09	Power Screen	Milford ES	\$15,000
FY09	Carpet - Annual Replacements	Milford ES	\$5,000
FY09	Storage-Southend Track	Beaver HS	\$15,000
			\$172,500

proposed budget *FOOD SERVICES FUND*

02	FINAL	ORIGINAL
Beaver	BUDGET	BUDGET
49 or 51 FOOD SERVICE FUND	FY 2006	FY 2007

REVENUES

1000 REVENUES FROM LOCAL SOURCES		
1500 Earnings on Investments		
1610 Sales to Students	124,000	139,000
1620 Sales to Adults		
1690 Other Revenues From Local Sources	0	
TOTAL REVENUES, LOCAL SOURCES	124,000	139,000
3000 REVENUES FROM STATE SOURCES		
3700 Miscellaneous State Revenues	5,000	5,000
3770 School Lunch	90,282	90,282
TOTAL REVENUES, STATE SOURCES	95,282	95,282
4000 REVENUES FROM FEDERAL SOURCES		
4571 Lunch Reimbursement	28,703	28,703
4572 Lunch Reimbursement (Free and Reduced Meals)	179,862	179,862
4573 Special Milk Reimbursement	0	
4574 Breakfast Reimbursement	48,843	48,843
4575 Child and Adult Care Food Program		
4578 NET (Nutritional Education and Training Program)		
4579 Other Child Nutrition Program Revenue		
4970 Donated Commodities		
TOTAL REVENUES, FEDERAL SOURCES	257,408	257,408
TOTAL REVENUES, 49 or 51 FOOD SERVICE FUND	476,690	491,690

EXPENSES/EXPENDITURES

3100 FOOD SERVICES		
100 Salaries	161,836	168,326
210 Retirement	24,890	26,461
220 Social Security	12,380	12,877
240 Insurance (Health/Dental/Life)	56,440	43,500
200 Other Benefits		
Total Benefits (200)	93,710	82,838
300 Purchased Professional and Technical Services		
400 Purchased Property Services		
500 Other Purchased Services		
600 Non-Food Supplies	10,708	11,000
630 Food	220,000	220,000
Total Supplies (600)	230,708	231,000
700 Property	2,500	2,500
780 Depreciation - Enterprise Funds		
Total Property (700)	2,500	2,500

800	Other Objects	11,000	7,000
810	Dues and Fees		
	Total Other Objects (800)	11,000	7,000
TOTAL EXPENDITURES, 49 or 51 FOOD SERVICE FUND		499,754	491,664

OTHER FINANCING-Governmental Funds

5000 OTHER FINANCING SOURCES (USES)			
5200	Transfers In from Other Funds		
5210	Transfers Out to Other Funds		
5900	Other Financing Sources (Uses) (Add Explanation)		
6000 OTHER ITEMS			
6100	Capital Contributions		
6300	Special Items		
6400	Extraordinary Items		
TOTAL OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		-	-

SUMMARY - 49 or 51 FOOD SERVICE FUND

REVENUES BY SOURCE			
1000	Total Local	124,000	139,000
3000	Total State	95,282	95,282
4000	Total Federal	257,408	257,408
TOTAL REVENUES		476,690	491,690
EXPENSES / EXPENDITURES BY OBJECT			
100	Salaries	161,836	168,326
200	Employee Benefits	93,710	82,838
300	Purchased Professional and Technical Services	-	-
400	Purchased Property Services	-	-
500	Other Purchased Services	-	-
600	Supplies	230,708	231,000
700	Property	2,500	2,500
800	Other Objects	11,000	7,000
TOTAL EXPENSES/EXPENDITURES		499,754	491,664
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENSES/EXPENDITURES		(23,064)	26
OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		-	-
NET CHANGE IN NET ASSETS / FUND BALANCE		(23,064)	26
NET ASSETS / FUND BALANCE - BEGINNING (From Prior Year)			-
Adjustment to Beginning Net Assets/Fund Balance (Add Explanation)			
NET ASSETS / FUND BALANCE - ENDING		15,091	26

proposed budget

STUDENT ACTIVITIES FUND

02	FINAL	ORIGINAL
Beaver	BUDGET	BUDGET
STUDENT ACTIVITIES FUND	FY 2006	FY 2007

REVENUES

1000 REVENUES FROM LOCAL SOURCES		
1900 Student Fees and Participation Fees	585,000	590,000
1910 Rentals		
1920 Contributions and Donations From Private Sources		
1970 Operating Revenues - Enterprise Funds		
TOTAL REVENUES, LOCAL SOURCES	585,000	590,000
TOTAL REVENUES, OTHER FUNDS	585,000	590,000

EXPENSES/EXPENDITURES

3000 NONINSTRUCTIONAL SERVICES		
780 Depreciation-Enterprise Funds		
Total Property (700)	0	0
800 Other Objects	585,000	590,000
810 Dues and Fees		
Total Other Objects (800)	0	0
TOTAL NONINSTRUCTIONAL SERVICES (3000)	0	0
TOTAL EXPENDITURES, OTHER FUNDS	585,000	590,000

SUMMARY - STUDENT ACTIVITIES

REVENUES BY SOURCE		
1000	Total Local	585,000
3000	Total State	-
4000	Total Federal	-
TOTAL REVENUES		585,000
EXPENSES / EXPENDITURES BY OBJECT		
100	Salaries	-
200	Employee Benefits	-
300	Purchased Professional and Technical Services	-
400	Purchased Property Services	-
500	Other Purchased Services	-
600	Supplies	-
700	Property	-
800	Other Objects	-
TOTAL EXPENSES / EXPENDITURES		585,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENSES/EXPENDITURES		-
OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		-
NET CHANGE IN NET ASSETS / FUND BALANCE		-
NET ASSETS / FUND BALANCE - BEGINNING (From Prior Year)		164,904
Adjustment to Beginning Net Assets/Fund Balance (Add Explanation)		
NET ASSETS / FUND BALANCE - ENDING		164,904

proposed budget SCHOLARSHIP FUND

02	FINAL	ORIGINAL
Beaver	BUDGET	BUDGET
SCHOLARSHIP FUND	FY 2006	FY 2007

REVENUES

1000 REVENUES FROM LOCAL SOURCES		
1200 Local Governmental Units Other Than LEAs		
1300 Tuition		
1500 Earnings on Investments	1,200	1,200
TOTAL REVENUES, LOCAL SOURCES	1,200	1,200
TOTAL REVENUES, OTHER FUNDS	1,200	1,200

EXPENSES/EXPENDITURES

3000 NONINSTRUCTIONAL SERVICES		
100 Salaries		
210 Retirement		
220 Social Security		
240 Insurance (Health/Dental/Life)		
200 Other Benefits		
Total Benefits (200)	0	0
300 Purchased Professional and Technical Services	0	0
400 Purchased Property Services		
500 Other Purchased Services		
600 Supplies		
700 Property		
780 Depreciation-Enterprise Funds		
Total Property (700)	0	0
800 Other Objects	5,000	5,000
810 Dues and Fees		
Total Other Objects (800)	0	0
TOTAL NONINSTRUCTIONAL SERVICES (3000)	0	0
TOTAL EXPENDITURES, OTHER FUNDS	5,000	5,000
TOTAL OTHER FINANCING SOURCES (USES) AND OTHER ITEMS	-	-

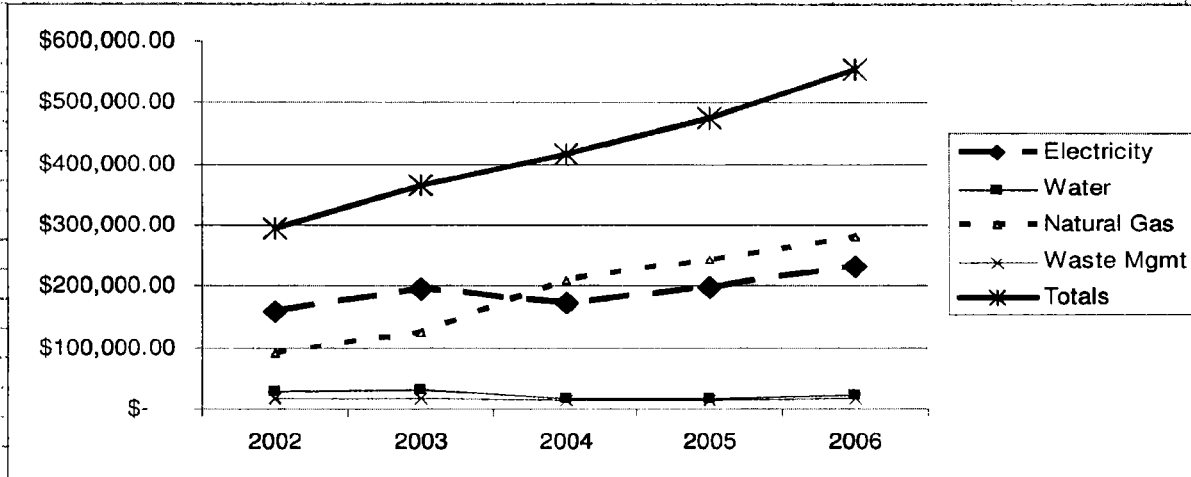
SUMMARY - SCHOLARSHIP FUND

REVENUES BY SOURCE			
1000	Total Local	1,200	1,200
3000	Total State	-	-
4000	Total Federal	-	-
TOTAL REVENUES		1,200	1,200
EXPENSES / EXPENDITURES BY OBJECT			
100	Salaries	-	-
200	Employee Benefits	-	-
300	Purchased Professional and Technical Services	-	-
400	Purchased Property Services	-	-
500	Other Purchased Services	-	-
600	Supplies	-	-
700	Property	-	-
800	Other Objects	5,000	5,000
TOTAL EXPENSES / EXPENDITURES		5,000	5,000
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENSES/EXPENDITURES		(3,800)	(3,800)
OTHER FINANCING SOURCES (USES) AND OTHER ITEMS		-	-
NET CHANGE IN NET ASSETS / FUND BALANCE		(3,800)	(3,800)
NET ASSETS / FUND BALANCE - BEGINNING (From Prior Year)		92,525	
Adjustment to Beginning Net Assets/Fund Balance (Add Explanation)			
NET ASSETS / FUND BALANCE - ENDING		88,725	(3,800)

information SECTION

Utility Cost Trends

Fiscal Year	Electricity	Water	Natural Gas	Waste Mgmt	Totals
2002	\$ 159,080.40	\$ 27,144.83	\$ 90,759.55	\$ 16,418.28	\$ 293,403.06
2003	194,750.86	31,068.36	123,205.87	17,258.55	366,283.64
2004	173,015.23	17,449.03	210,643.67	14,513.39	415,621.32
2005	197,315.92	18,237.02	244,264.08	14,765.72	474,582.74
2006	232,520.70	23,293.24	281,474.45	16,325.72	553,614.11



Trends in State WPU Increases vs. Health Insurance Inflation

Fiscal Year	WPU%	Estimated Increases in Expenditures				
		Income				
		Estimated Increase MSP		Increase Health Ins.	Steps, Lanes Early Ret. St. Ret. Inflation	Estimated Cost Impact
		St. Funds	Health Ins.			
1998	2.99%	152,751	9.87%	(70,822)	(199,273)	(270,095)
1999	3.52%	185,204	9.87%	(70,822)	(201,266)	(272,088)
2000	2.54%	138,346	6.30%	(49,624)	(203,279)	(252,903)
2001	5.52%	308,294	4.24%	(35,529)	(205,312)	(240,841)
2002	5.48%	322,955	13.08%	(114,206)	(207,365)	(321,571)
2003	0.76%	47,244	14.10%	(139,276)	(209,438)	(348,714)
2004	0.84%	52,614	12.36%	(139,276)	(211,533)	(350,808)
2005	1.49%	94,111	4.29%	(54,318)	(213,648)	(267,966)
2006	4.00%	256,410	13.61%	(179,666)	(215,784)	(395,450)
2007	6.01%	400,000	11.01%	(165,150)	(216,345)	(381,495)
1998 - 2005		\$1,301,519		(\$673,873)	(\$1,651,113)	(\$2,324,986)
1998 - 2006		1,557,929		(853,538)	(1,866,898)	(2,720,436)

Food Service Fees – Comparison of Districts

<u>School District</u>		<u>Breakfast</u>	<u>Lunch</u>		<u>Adults</u>
Garfield	Elementary	\$ 0.90	\$ 1.40	Breakfast	\$ 1.35
	High School	\$ 0.90	\$ 1.60	Lunch	\$ 2.60
Grand	Elementary	\$ 0.75	\$ 1.25		
	High School	\$ 1.00	\$ 2.00		
Iron	Elementary	\$ 1.00	\$ 1.50	Breakfast	\$ 1.50
	High School	\$ 1.00	\$ 2.00	Lunch	\$ 3.00
Kane	Elementary	\$ 0.90	\$ 1.55	Breakfast	\$ 2.25
	High School	\$ 1.10	\$ 1.75	Lunch	\$ 2.85
Millard	Elementary	\$ 1.50	\$ 1.50	Breakfast	\$ 1.75
	Middle School	\$ 1.50	\$ 1.75	Lunch	\$ 2.25
	High School	\$ 1.50	\$ 2.00		
San Juan	Elementary		\$ 1.15	Breakfast	\$ 2.50
	High School		\$ 1.40	Lunch	\$ 2.50
Sevier	Elementary	\$ 1.00	\$ 1.60	Breakfast	\$ 1.00
	High School	\$ 1.00	\$ 1.75	Lunch	\$ 2.75
Washington	Elementary	\$ 0.80	\$ 1.50	Breakfast	\$ 1.25
	High School	\$ 0.80	\$ 2.25	Lunch	\$ 3.00
Average	Elementary	\$ 0.98	\$ 1.47	Breakfast	\$ 1.52
	High School	\$ 1.04	\$ 1.91	Lunch	\$ 2.84
BEAVER FY2006	Elementary	\$ 0.90	\$ 1.20	Breakfast	\$ 2.35
	High School	\$ 0.90	\$ 1.50	Lunch	\$ 2.35
Difference between Average and Beaver SD		\$ 0.08	\$ 0.27		\$ (0.83)
		\$ 0.14	\$ 0.41		\$ 0.49

Student Fee Waiver Information

In the 2006 State Legislature, the legislature significantly changed the notification and eligibility requirements for student fee waivers. The following summarizes the details of the law. More information can be obtained from your local school or at www.school.utah.gov/LAW/School_Fee_Forms.htm.

Utah law permits the charging of fees in grades seven through twelve. This means your student may be charged fees for school materials, supplies, activities and programs. **Except for common household articles and common articles of clothing, your student cannot be required by a teacher or other person to pay fees or provide any materials, money, or any other thing of value unless that requirement has been approved by the local Board of Education and included in the school or district fee schedule.** In addition, no teacher, coach, or other person acting as a representative of the school may invite or require your student to participate in any summer camp or other activity unless the costs have been approved by the local Board of Education and placed on the fee schedule.

Fee waivers are granted based upon income eligibility; the income eligibility guidelines were developed by the Utah State Office of Education and are included in the fee waiver application. This application can be obtained from your school or at www.school.utah.gov/LAW/School_Fee_Forms.htm. Utah law requires the income information provided in the application to be verified and supported. This can usually be done by providing the school administration with a copy of your most recent tax return or your last check stub(s). **If your student is eligible based on income verification, the school must waive the fees.** If you are having a financial emergency caused by job loss, major illness, or other substantial loss of income beyond your control, your child might be eligible for a fee waiver even if other eligibility criteria are not met.

You may apply for a fee waiver by submitting the Fee Waiver Application to your school. This application can be obtained from your school or at www.school.utah.gov/LAW/School_Fee_Forms.htm. As soon as you have sent in the completed forms, the fee requirements will be suspended until a final decision has been reached about your student's eligibility for fee waivers. If the application is denied, the school will send you a Decision and Appeal form.

If your student is eligible for fee waivers, all fees must be waived, including—but not limited to—the following:

Fees for registration, textbooks, textbook and equipment deposits, school supplies, activity cards, extracurricular activities, school lockers, lab and shop fees, gym and towel fees; costs for uniforms and accessories, field trips and assembly fees; costs for class or team trips; and costs of musical instruments used in school classes or activities.

Alternatives to fee waivers may be arranged in some cases, but not for textbook fees. Alternatives to waivers are not permitted for textbook fees. Alternatives to simply waiving school fees may include such things as a reasonable requirements for community service or an assignment to help on a fundraiser, but may not include installment payments, IOU's, or other delayed payment plans. Community service requirements and fundraisers must be appropriate to the age, physical condition, and maturity of the student, and must be conducted in such a way that students are not subjected to embarrassment, ridicule, or humiliation. Community service requirements and fundraisers must avoid excessive burdens on students and families and give proper consideration to a student's educational and transportation needs and other responsibilities.

Your school will inform you if it will be requiring community service as an alternative to fee waivers.

Charges for class rings, yearbooks, school pictures, letter jackets, and similar items are not fees and need not be waived. Also, if your student loses or damages school property, the costs of replacement or repair are not fees and need not be waived. Students may be required to pay fees for concurrent enrollment or advanced placement courses. The portion of the fees related specifically to college or post-secondary grades or credit is not subject to fee waiver. In addition, only those students who have paid a textbook or equipment deposit are eligible to receive a deposit refund at the end of the year.

The school and school staff cannot withhold, reduce, or enhance grades or credit, or withhold grades, credit, report cards, transcripts, or diplomas to enforce the payment of fees. However, the school may withhold official copies of report cards, transcripts, or diplomas if fines or other charges for lost or damaged school property have not been resolved.

More information can be obtained from your local school or at www.schoo.utah.gov/LAW/School_Fee_Forms.htm.

Debt Service Schedule

Fiscal Year Ending June 30th	Capital Projects Fund		Debt Service Fund				Totals		Total Debt Obligations
	Note Payable		2004A Refunding Bonds		2004B Refunding Bonds		Notes Payable	General Obligation Debt	
	Principal	Interest	Principal	Interest	Principal	Interest			
	\$	\$	\$	\$	\$	\$	\$	\$	
2006	30,000	11,425	390,000	420,140	635,000	180,758	41,425	1,625,898	1,667,323
2007	30,000	8,425	320,000	410,390	600,000	161,708	38,425	1,492,098	1,530,523
2008	30,000	5,425	240,000	400,790	625,000	143,708	35,425	1,409,498	1,444,923
2009	24,247	2,425	250,000	392,990	640,000	124,958	26,672	1,407,948	1,434,620
2010			250,000	384,866	685,000	103,838		1,423,704	1,423,704
2011			260,000	375,490	690,000	80,562		1,406,052	1,406,052
2012			270,000	365,090	715,000	56,412		1,406,502	1,406,502
2013			285,000	354,290	740,000	29,600		1,408,890	1,408,890
2014			1,120,000	343,176				1,463,176	1,463,176
2015			1,170,000	298,376				1,468,376	1,468,376
2016			1,220,000	251,576				1,471,576	1,471,576
2017			1,275,000	201,250				1,476,250	1,476,250
2018			1,340,000	137,500				1,477,500	1,477,500
2019			1,410,000	70,500				1,480,500	1,480,500
	\$ 114,247	\$ 27,700	\$ 9,800,000	\$ 4,406,424	\$ 5,330,000	\$ 881,544	\$ 141,947	\$ 20,417,968	\$ 20,559,915